



**SUMMARIZED MINUTES  
SCOTTSDALE CITY COUNCIL  
BUDGET SUBCOMMITTEE**

Public Meeting  
Friday, March 31, 2006  
City Hall Kiva Conference Room  
3939 N. Drinkwater Blvd.  
Scottsdale AZ 85251

**CALL TO ORDER**

The Budget Subcommittee meeting was called to order on Friday, March 31, 2006 at 2:05 P.M.

**ROLL CALL**

Subcommittee: Councilman Robert Littlefield, Chairman  
Councilmember Betty Drake  
Vice Mayor Ron McCullagh

Staff: Jan Dolan, Craig Clifford, Art Rullo, Dave Mansfield, Don Penfield, Brad Hartig, Dan Worth, Dave Meinhart, Tom Beat, Bryan Bundy, Peggy Bair, Sylvia Romero, Judy McIlroy,

Also Present: Councilman Wayne Ecton, Councilman-Elect Tony Nelssen,  
Bill Grove-PGA

**APPROVAL OF MINUTES FROM MARCH 15, 2006 MEETING**

Councilmember Drake moved for approval of the March 15, 2006 Budget Subcommittee Minutes. Vice Mayor McCullagh seconded the motion, which carried 3-0.

**GENERAL BUSINESS**

**1. Proposed Rate and Fee Changes.** Staff updates, discussion and feedback to staff.

Bryan Bundy provided an Overview of Rates and Fees outlined as follows:

- Annual review per adopted financial policy
  - Enterprise Rates
    - Water and Sewer Fund (5.5% increase in water rates effective 11/1/06; 6% increase in sewer rates effective 7/1/06)
    - Solid Waste (2.5% increase effective 7/1/06)
    - Aviation Fund (no increase)
    - Administrative changes (Implement 'same-day water service' fee of \$35)
  - Non-Enterprise User Fees & Charges
    - Fire Department (Codify fire service fees for five categories)

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- Planning and Development Services (Marginal 2% fee increase effective 7/1/06)
- Financial Services (Increase bank returned check fee from \$15 to \$25)

After discussion of the proposed rate and fee changes by the Subcommittee, staff will follow up regarding whether the City received prior historical records from Rural Metro when their services ended, and what are the cost recovery rates related to special event staffing by the Fire Department.

Members of the Subcommittee expressed satisfaction with the rate analysis and fee changes as presented by staff, and recommended the adoption of Option A on all of the fee proposals.

### **2. Proposed FY 2006/07 Capital Improvement Plan projects.** Staff updates, discussion and feedback to staff

Art Rullo, Budget Director, provided a brief over of the proposed FY 06/07 capital project budget before staff addressed the more significant new and amended CIP projects for FY 06/07. The discussion of specific projects reviewed included:

- City Engineer Dan Worth discussed the amended funding request for the Downtown Fire Station and the Relocation of the Fire Station at Miller/Thomas
  - Subcommittee members requested to see a copy of the Fire Station Relocation Study
- Mr. Worth reviewed the amended funding request for the Granite Reef Watershed basin, and clarified for the Subcommittee that the goal is to eliminate the risk of flooding and property damage in the community in the event of a 100-year flood.
  - Subcommittee members requested to see a map and some history of the area.
- Mr. Worth reviewed the amended funding request for the ASU/Scottsdale Center for New Technology & Innovation Improvements to accelerate \$5M for the purpose of infrastructure.
- Brad Hartig reviewed the amended request for Public Safety Radio System – Phase 1, moving \$7M from FY 06/07 to FY 07/08
- Dave Meinhart reviewed several roadway projects and their amended requests:
  - Indian School Road – Drinkwater to Pima Freeway
  - Thunderbird/Redfield – Scottsdale to Hayden
  - Stacked 40 – North Frontage Road
  - Bell Road – 94<sup>th</sup> St to Thompson Peak Parkway
  - Pima Road – Deer Valley to Pinnacle Peak
  - Cactus Road – Pima Freeway to Frank Lloyd Wright
  - Scottsdale Road – FLWB to Thompson Peak Pkwy
  - McDowell Rd Bicycle & Pedestrian Improvements
- Dave Mansfield discussed the following CIP's overseen by the Water Resources Department:
  - SROG SRO Sewer Line
  - Sewer Oversizing
  - Sewer Collection System Improvements
  - Master Plan – Sewer (new State regulations)9
  - CAP Plant Expansion
  - Zone 14-16 Water Improvements

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- Arsenic Mitigation Treatment
  - Water Distribution System Improvements
- Mr. Worth reviewed the amended request for WestWorld Site Improvements

### **Proposed New CIP Requests:**

- City Manager Jan Dolan reviewed the request for the TPC Golf Course and Clubhouse Renovation, summarizing the lease agreement with the PGA and the financial structure set up for this type of improvement.
- Facilities Director Don Penfield discussed the request for South Ballfield Renovation at Chaparral Park.
- Dan Worth reviewed the request for Fire Ladder Truck at the new Fire Station #602, the request for LED Illuminated Signs, and the North Bank and Goldwater Underpass.
- Brad Hartig reviewed the request for a Citywide Private Wireless Network Study.
- City Manager Jan Dolan explained that the request for funding for the Artist Waterfront Canal Bridge is merely a placeholder at this time for the \$500,000 contributed by the developer, and that no decisions have been made by the Council as yet on the design.
- Dan Worth discussed the request for WestWorld Tent Improvements:
  - Responding to questions from the Subcommittee, staff said a new tent fabric will cost about \$800,000, and that this tent may be in use for the next three to four years.
  - Subcommittee members requested that wording be removed from this request regarding the replacement of tent fabric with new fabric.
  - Staff will follow-up on the question of whether the UV coating applied to the fabric comes in colors.
  - Staff clarified that users of the tent will share in the cost of new HVAC units through an adjustment of their usage fees.

### **UPCOMING MEETINGS**

- Work Session, Wednesday, April 5, 1 p.m., City Hall Kiva Forum
- Citizen Budget Forum, Wednesday, April 5, 6:30 p.m., Witzeman Public Safety Building
- Citizen Budget Forum, Thursday, April 6, 6:30 p.m., Via Linda Senior Center
- Work Session, Friday, April 7, 1 p.m., City Hall Kiva Forum
- Work Session, Thursday, April 13, 1 p.m., City Hall Kiva Forum

Chairman Littlefield reminded the Subcommittee to send questions to Art Rullo for the department heads to answer prior to each departmental interview, and copy the other Subcommittee members.

**PUBLIC COMMENTS:** - None

**ADJOURNMENT** - With no further business to discuss, the meeting adjourned at 4:30 PM.

**SUBMITTED BY:**

*Sandra K. Drayman*

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**Sandy Dragman**  
**Recording Secretary**